NSC BRIEFING

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1 December 1954

## SITUATION IN SOUTH VIETNAM

## I. Ouster of General Hinh, highlights Bae Dal's growing tendency to three in h h with Cl.

- A. Immediate cause of action presumably Hinh's statement to press he would return Saigon "what-ever Bao Dai's decision may be."
- B. Terms of dismissal decree, charging Hinh with disobedience, indicate Bao Dai abandoning earlier equivocal stand.
- II. Army-government reconciliation will not result automatically; Hinh capable of causing further trouble.
  - A. Once stated he would oppose Diem politically if fired.
  - B. Recently boasted he could carry out coup from Paris by telegram.
  - C. Reportedly had systematically begun putting
    his own men in as unit commanders before leaving
    for Paris.
  - D. Tension within army still high despite smoothing over of recent pro-Diem demonstration.
  - E. Generaly Ely recently voiced suspicion that acting chief of staff Vy had sworn loyalty to Hinh; expressed fear Diem-Hinh feud might be replaced by Diem-Vy dispute.

- F. Vy does in fact lack Diem's confidence.
- III. Actually, Hinh is political lightweight, but French backing could offset this.
  - A. French officials who have backed Hinh could switch to other anti-Diem champions.
  - B. French army officers have vested interest in continuance of anti-Diem feeling in army, since Diem favors US takeover of training responsibility.
  - C. Recent official French broadcast from Saigon criticized Diem, warned Viets against "heavy hand" of US; Vietnam army radio before and since Hinh's departure, has followed same line.
  - IV. Meanwhile, Viet Minh making capital of chaos in south.
    - radio criticism of Diem as instance of US Nobolstering of unpopular government.
    - B. Viet Minh continuing to consolidate shadow government over much of southern Vietnam dente formal troop withdraws.